

**Paragon Financial Solutions, Inc.**  
**Consolidated Statements of Financial Condition**

	<b>June 30, 2023</b> <b>(unaudited)</b>	<b>December 31,</b> <b>2022</b>
<b>ASSETS</b>		
Cash, cash equivalents & fed funds sold	\$ 15,529,823	\$ 12,241,404
Securities, available for sale	66,264,874	70,430,180
Loans, net	593,841,912	548,130,451
Restricted equity securities, at cost	2,053,100	2,591,100
Fixed assets	10,240,745	7,874,920
Other real estate owned	51,000	51,000
Other assets	13,205,091	12,478,751
<b>Total assets</b>	<b>\$ 701,186,545</b>	<b>\$ 653,797,806</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
Non-interest-bearing demand deposits	\$ 130,053,220	\$ 159,227,646
Interest-bearing deposits		
Interest-bearing checking	135,667,816	131,746,951
Savings and money market demand	150,107,633	139,728,604
Certificates of deposit	186,018,593	135,466,968
<b>Total deposits</b>	<b>601,847,262</b>	<b>566,170,169</b>
Repurchase agreements	2,863,004	3,197,207
Short-term borrowings	34,000,000	28,000,000
Revolving line of credit	2,500,000	-
Accrued interest and other liabilities	8,686,927	7,030,565
<b>Total liabilities</b>	<b>649,897,193</b>	<b>604,397,941</b>
<b>Total shareholders' equity</b>	<b>51,289,352</b>	<b>49,399,865</b>
<b>Total liabilities and shareholders' equity</b>	<b>\$ 701,186,545</b>	<b>\$ 653,797,806</b>
<b>Tangible Book Value Per Share</b>	<b>\$ 11.56</b>	<b>\$ 11.21</b>

**Paragon Financial Solutions, Inc.**  
**Consolidated Statement of Operations (unaudited)**

	Three Months Ended June 30,			
	2023	2022	\$ Change	% Change
<b>Interest and dividend income:</b>				
Loans, including fees	\$ 8,996,329	\$ 4,825,871	\$ 4,170,458	86.42%
Securities, available for sale	395,023	366,125	28,898	7.89%
Federal funds sold and other	45,870	24,217	21,653	89.41%
<b>Total interest income</b>	<b>9,437,222</b>	<b>5,216,213</b>	<b>4,221,009</b>	<b>80.92%</b>
<b>Interest expense:</b>				
Deposits	3,215,689	210,103	3,005,586	1430.53%
Securities sold under agreements to repurchase	24,204	2,218	21,986	991.25%
Federal funds purchased and other borrowings	226,026	19,133	206,893	100.00%
<b>Total interest expense</b>	<b>3,465,919</b>	<b>231,454</b>	<b>3,234,465</b>	<b>1397.45%</b>
<b>Net interest income</b>	<b>5,971,303</b>	<b>4,984,759</b>	<b>986,544</b>	<b>19.79%</b>
<b>Provision for loan losses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0.00%</b>
<b>Net interest income after provision for loan losses</b>	<b>5,971,303</b>	<b>4,984,759</b>	<b>986,544</b>	<b>19.79%</b>
<b>Non-interest income</b>	<b>620,201</b>	<b>671,634</b>	<b>(51,433)</b>	<b>-7.66%</b>
<b>Non-interest expense</b>				
Salaries and employee benefits	3,414,267	3,072,124	342,143	11.14%
Occupancy and equipment expense	614,061	491,923	122,138	24.83%
Other expenses	1,170,004	942,260	227,744	24.17%
<b>Total operating expenses</b>	<b>5,198,332</b>	<b>4,506,307</b>	<b>692,025</b>	<b>15.36%</b>
<b>Income (loss) before income taxes</b>	<b>1,393,172</b>	<b>1,150,086</b>	<b>243,086</b>	<b>21.14%</b>
<b>Income tax expense (benefit)</b>	<b>374,803</b>	<b>289,386</b>	<b>85,417</b>	<b>29.52%</b>
<b>Net income (loss)</b>	<b>\$ 1,018,369</b>	<b>\$ 860,700</b>	<b>\$ 157,669</b>	<b>18.32%</b>
<b>Basic earnings per share</b>	<b>\$ 0.23</b>	<b>\$ 0.20</b>	<b>\$ 0.03</b>	

**Paragon Financial Solutions, Inc.**  
**Consolidated Statement of Operations (unaudited)**

	Six Months Ended June 30,			
	2023	2022	\$ Change	% Change
<b>Interest and dividend income:</b>				
Loans, including fees	\$ 17,153,804	\$ 8,909,282	\$ 8,244,522	92.54%
Securities, available for sale	791,345	642,838	148,507	23.10%
Federal funds sold and other	100,415	48,162	52,253	108.49%
<b>Total interest income</b>	<b>18,045,564</b>	<b>9,600,282</b>	<b>8,445,282</b>	<b>87.97%</b>
<b>Interest expense:</b>				
Deposits	5,636,384	392,131	5,244,253	1337.37%
Securities sold under agreements to repurchase	47,528	3,473	44,055	1268.50%
Federal funds purchased and other borrowings	319,075	19,133	299,942	1567.67%
<b>Total interest expense</b>	<b>6,002,987</b>	<b>414,737</b>	<b>5,588,250</b>	<b>1347.42%</b>
<b>Net interest income</b>	<b>12,042,577</b>	<b>9,185,545</b>	<b>2,857,032</b>	<b>31.10%</b>
<b>Provision for loan losses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0.00%</b>
<b>Net interest income after provision for loan losses</b>	<b>12,042,577</b>	<b>9,185,545</b>	<b>2,857,032</b>	<b>31.10%</b>
<b>Non-interest income</b>	<b>1,429,111</b>	<b>1,484,502</b>	<b>(55,391)</b>	<b>-3.73%</b>
<b>Non-interest expense</b>				
Salaries and employee benefits	6,610,547	6,057,826	552,721	9.12%
Occupancy and equipment expense	1,201,652	956,403	245,249	25.64%
Other expense	2,252,947	1,775,062	477,885	26.92%
<b>Total operating expenses</b>	<b>10,065,146</b>	<b>8,789,291</b>	<b>1,275,855</b>	<b>14.52%</b>
<b>Income (loss) before income taxes</b>	<b>3,406,542</b>	<b>1,880,756</b>	<b>1,525,786</b>	<b>81.13%</b>
<b>Income tax expense (benefit)</b>	<b>884,574</b>	<b>474,480</b>	<b>410,094</b>	<b>86.43%</b>
<b>Net income (loss)</b>	<b>\$ 2,521,968</b>	<b>\$ 1,406,276</b>	<b>\$ 1,115,692</b>	<b>79.34%</b>
<b>Basic earnings per share</b>	<b>\$ 0.57</b>	<b>\$ 0.32</b>	<b>\$ 0.25</b>	